

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT**

YEAR ENDED JUNE 30, 2018

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District No. 477
Ingalls, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Unified School District No. 477 and its related municipal entity, the Ingalls Recreation Commission (collectively referred to as the Municipal Financial Reporting Entity), as of and for the year ended June 30, 2018, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the Municipal Financial Reporting Entity on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Municipal Financial Reporting Entity as of June 30, 2018, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Municipal Financial Reporting Entity as of June 30, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures - actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts, expenditures, and unencumbered cash - district activity funds, summary of regulatory basis receipts and disbursements - agency funds, and schedule of regulatory basis receipts and expenditures - actual and budget for the related municipal entity (Schedules 1, 2, 3, 4, and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended June 30, 2017 (not presented herein), and have issued our report thereon dated November 29, 2017, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration, at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended June 30, 2018 (Schedules 2 and 5 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

January 23, 2019

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>	<u>Receipts</u>
General funds:			
General	\$ -	\$ -	\$ 2,000,997
Supplemental general	69,808	-	647,887
Total general funds	<u>69,808</u>	<u>-</u>	<u>2,648,884</u>
Special purpose funds:			
At-risk (4 year old)	-	-	19,983
At-risk (K-12)	-	-	225,294
Bilingual education	1	-	9,278
Virtual education	-	-	197,000
Capital outlay	370,702	-	430,396
Driver training	3,117	-	4,426
Food service	20,026	-	170,496
Special education	51,318	-	239,305
KPERs special retirement contributions	-	-	190,943
Recreation commission	995	-	62,448
Recreation commission special	715	-	9,027
Title II improving teacher quality	-	-	4,058
Ingalls Alumni Foundation	47,391	-	12,058
Gifts and grants	18,823	-	49,375
Contingency reserve	128,067	-	-
Student material revolving	5,135	-	16,191
Title I	-	-	25,594
Title IVA student support	-	-	760
Federal REAP grant	-	-	26,660
District activity funds	30,875	-	55,962
Total special purpose funds	<u>677,165</u>	<u>-</u>	<u>1,749,254</u>
Total Unified School District No. 477	746,973	-	4,398,138
Related municipal entity:			
Ingalls Recreation Commission	107,875	-	73,916
Total municipal financial reporting entity (excluding agency funds)	<u>\$ 854,848</u>	<u>\$ -</u>	<u>\$ 4,472,054</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 2,000,997	\$ -	\$ -	\$ -
701,500	16,195	24,403	40,598
<u>2,702,497</u>	<u>16,195</u>	<u>24,403</u>	<u>40,598</u>
19,982	1	33	34
225,294	-	-	-
9,279	-	-	-
159,791	37,209	-	37,209
268,171	532,927	21,346	554,273
3,712	3,831	-	3,831
164,173	26,349	-	26,349
251,908	38,715	-	38,715
190,943	-	-	-
50,100	13,343	-	13,343
7,557	2,185	-	2,185
4,058	-	-	-
10,640	48,809	800	49,609
29,521	38,677	-	38,677
-	128,067	-	128,067
11,603	9,723	540	10,263
25,594	-	-	-
760	-	-	-
26,660	-	23,594	23,594
58,846	27,991	-	27,991
<u>1,518,592</u>	<u>907,827</u>	<u>46,313</u>	<u>954,140</u>
4,221,089	924,022	70,716	994,738
<u>89,666</u>	<u>92,125</u>	<u>-</u>	<u>92,125</u>
<u>\$ 4,310,755</u>	<u>\$ 1,016,147</u>	<u>\$ 70,716</u>	<u>\$ 1,086,863</u>

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**

For the Year Ended June 30, 2018

	<u>Ending cash balance</u>
Composition of cash balance:	
U.S.D. No. 477 accounts:	
Money market account	\$ 783,342
NOW account	187,108
High School NOW account	<u>36,668</u>
	1,007,118
Agency funds	<u>(12,380)</u>
Total Unified School District No. 477 (excluding agency funds)	<u>994,738</u>
Related municipal entity:	
Ingalls Recreation Commission:	
Checking account	11,186
Savings account	<u>80,939</u>
Total related municipal entity	<u>92,125</u>
Total reporting entity (excluding agency funds)	<u><u>\$ 1,086,863</u></u>

The notes to the financial statement are an integral part of this statement.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

NOTES TO THE FINANCIAL STATEMENT

June 30, 2018

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the District's financial statement. The financial statement, schedules, and notes are representations of the District's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

Unified School District No. 477 is a municipal corporation governed by an elected seven-member board. This financial statement presents Unified School District No. 477 (the Municipality) and its related municipal entity. The related municipal entity is included in the District's reporting entity because it was established to benefit the District and/or its constituents.

Ingalls Recreation Commission. The Commission oversees recreational activities. One of the five members of the governing board is appointed by the Board of Education. The Commission operates as a separate governing body, but the District levies the taxes for the Commission and the Commission has only the powers granted by K.S.A. 12-1928. The Commission cannot purchase real property but can acquire real property by gift. The financial information included in this report is from the latest accounting year of the Commission, December 31, 2017.

The financial statement of the Commission may be obtained by writing to:

Ingalls Recreation Commission
100 Bulldog Drive
Ingalls, KS 67853

2. Basis of Presentation - Fund Accounting

The accounts of the District are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the District for the year ended June 30, 2018:

REGULATORY BASIS FUND TYPES

General funds - the chief operating funds. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose funds - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation - Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

Agency funds - used to report assets held by the municipal reporting entity in a purely custodial capacity (student organization funds).

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general and special purpose funds (unless specifically exempted by statute). Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding fiscal year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for federal grant funds, trust funds, agency funds, and the following special purpose funds:

Ingalls Alumni Foundation
Gifts and Grants
Contingency Reserve
Student Material Revolving
District Activity Funds

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. In-Substance Receipt in Transit

The District received \$137,985 subsequent to June 30, 2018, and as required by K.S.A. 72-6417 and 72-6434, the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds to have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

B. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$1,010,966 and the bank balance was \$1,055,394. Of the bank balance, \$250,000 was covered by federal depository insurance and \$805,394 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

C. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	At-risk (4 year-old)	\$ 15,000	K.S.A. 72-6428
General	At-risk (K-12)	51,842	K.S.A. 72-6428
General	Bilingual education	9,278	K.S.A. 72-6428
General	Capital outlay	166,182	K.S.A. 72-6428
General	Food service	6,500	K.S.A. 72-6428
General	Special education	<u>196,888</u>	K.S.A. 72-6428
Total general		<u>445,690</u>	
Supplemental general	At-risk (4 year-old)	475	K.S.A. 72-6433
Supplemental general	At-risk (K-12)	173,452	K.S.A. 72-6433
Supplemental general	Food service	50,006	K.S.A. 72-6433
Supplemental general	Special education	<u>39,514</u>	K.S.A. 72-6433
Total supplemental general		<u>263,447</u>	
Total operating transfers		<u>\$ 709,137</u>	

D. LONG-TERM DEBT

Changes in long-term liabilities for the year ended June 30, 2018 were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital lease: First Bank – 2019 Activity Bus Issued April 12, 2018 In the amount of \$180,704 At an interest rate of 2.962% Maturing July 1, 2027	<u>\$ -</u>	<u>\$ 180,704</u>	<u>\$ -</u>	<u>\$ 180,704</u>	<u>\$ -</u>

D. LONG-TERM DEBT (CONTINUED)

Current maturities of capital lease principal and interest for the next five years and through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 24,827	\$ 1,173	\$ 26,000
2020	21,384	4,616	26,000
2021	22,017	3,983	26,000
2022	14,696	3,331	18,027
2023	15,131	2,896	18,027
2024-2028	<u>82,649</u>	<u>7,486</u>	<u>90,135</u>
Total	<u>\$ 180,704</u>	<u>\$ 23,485</u>	<u>\$ 204,189</u>

E. OPERATING LEASES

The District has entered into a five-year operating lease agreement for five 2014 65 Passenger Route Buses in December 2012. The final rental payment for the current year totaled \$25,020. The operating lease agreement was extended until June 30, 2018.

The District has entered into a five-year operating lease agreement for five 2019 65 Passenger Route Buses in April 2018. There were no rental payments for the current year. Future minimum rental payments are \$73,221 per year from fiscal year 2019 through fiscal year 2023.

The District has entered into a five and one-half year operating lease agreement for copiers in December 2017. Rental payments of \$1,353 are due monthly, with the first payment beginning January 2018. Rental payments for the current year totaled \$8,833. Future minimum rental payments are \$16,235 per year from fiscal year 2019 through fiscal year 2023.

F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post-employment benefits. As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Section 125 plan. The District offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses and childcare expenses. The plan is administered by the health insurance provider. The District withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

Compensated absences. The District's policies regarding vacation and sick pay grants employees' vacation days based on contracts for certified personnel. Non-certified personnel receive ten days of vacation annually after one year of service and fifteen days after ten years of continuous service. Personal leave is granted at three days per year for licensed employees and two days per year for non-licensed employees. Licensed employees are reimbursed for unused personal days at a rate of \$110 per day paid at the end of the school year. Non-licensed employees' unused personal days are rolled into sick leave. When certain conditions are met, accumulated vacation time is paid to the employee upon termination, retirement, or resignation.

All licensed personnel receive ten days of sick leave annually. Non-licensed personnel receive eight days of sick leave annually. Unused sick days are allowed to accumulate up to ninety days for licensed personnel and sixty days for non-licensed personnel. Policies permit unused sick leave to be reimbursed if the employee has been with the District for more than ten years and retires or resigns at the end of the school year. The District pays for accumulated sick leave at a rate of \$10 per day, which increases by \$10 for every five years of service beyond ten years.

G. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. KPERs' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERs website at www.kpers.org or by writing to KPERs (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERs member-employee contribution rates. KPERs has multiple benefit structures and contribution rates depending on whether the employee is a KPERs 1, KPERs 2 or KPERs 3 member. KPERs 1 members are active and contributing members hired before July 1, 2009. KPERs 2 members were first employed in a covered position on or after July 1, 2009 and KPERs 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERs member-employee contribution rate of 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERs 1, KPERs 2 and KPERs 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution with a 0% moratorium from the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81%, for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01%, for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERs were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

G. DEFINED BENEFIT PENSION PLAN (CONTINUED)

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$190,943 for the year ended June 30, 2018.

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$2,484,137. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

H. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

I. CONTINGENCIES

The District receives significant financial assistance from numerous Federal and State governmental agencies in the form of grants and State pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the District at June 30, 2018.

J. SUBSEQUENT EVENTS

Management has evaluated subsequent events through January 23, 2019, the date on which the financial statement was available to be used. Management's evaluation concluded that there is one subsequent event that is required to be recognized or disclosed in this financial statement.

At the November 2018 election, the voters approved a general obligation bond issue of \$1.5 million for facility upgrades. The bonds will be issued as of February 1, 2019 with a final maturity date of September 1, 2034. The bonds interest rate ranges between 3.0% and 5.0%.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018

Funds	Certified budget	Adjustment to comply with legal maximum budget	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General funds:					
General	\$ 2,031,042	\$ (30,045)	\$ 2,000,997	\$ 2,000,997	\$ -
Supplemental general	701,500	-	701,500	701,500	-
Special purpose funds:					
At-risk (4 year old)	29,000	-	29,000	19,982	9,018
At-risk (K-12)	278,744	-	278,744	225,294	53,450
Bilingual education	24,598	-	24,598	9,279	15,319
Virtual education	200,000	-	200,000	159,791	40,209
Capital outlay	448,610	-	448,610	268,171	180,439
Driver training	10,380	-	10,380	3,712	6,668
Food service	200,179	-	200,179	164,173	36,006
Special education	305,818	-	305,818	251,908	53,910
KPERS special retirement contributions	206,711	-	206,711	190,943	15,768
Recreation commission	50,100	-	50,100	50,100	-
Recreation commission special	7,557	-	7,557	7,557	-
Total Unified School District No. 477	4,494,239	(30,045)	4,464,194	4,053,407	410,787
Related municipal entity: Ingalls Recreation Commission	116,000	-	116,000	89,666	26,334
Total municipal financial reporting entity	<u>\$ 4,610,239</u>	<u>\$ (30,045)</u>	<u>\$ 4,580,194</u>	<u>\$ 4,143,073</u>	<u>\$ 437,121</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State sources:				
State aid	\$ 1,723,951	\$ 1,829,457	\$ 1,829,042	\$ 415
Special education aid	166,873	169,271	200,000	(30,729)
Mineral production tax	2,082	2,269	2,000	269
KPERs aid	135,105	-	-	-
Total receipts	<u>2,028,011</u>	<u>2,000,997</u>	<u>\$ 2,031,042</u>	<u>\$ (30,045)</u>
Expenditures:				
Instruction	895,002	833,448	\$ 880,305	\$ 46,857
Student support services	50,213	53,179	53,201	22
Instructional support staff	135,059	184,715	47,273	(137,442)
General administration	128,075	137,250	126,112	(11,138)
School administration	165,180	171,923	268,109	96,186
Operations and maintenance	102,384	107,067	142,530	35,463
Student transportation services:				
Vehicle operating services	56,378	58,632	61,655	3,023
Vehicle and maintenance services	15,239	9,093	12,566	3,473
Operating transfers	480,481	445,690	439,291	(6,399)
Adjustment to comply with legal maximum budget	-	-	(30,045)	(30,045)
Total expenditures	<u>2,028,011</u>	<u>2,000,997</u>	<u>\$ 2,000,997</u>	<u>\$ -</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

SUPPLEMENTAL GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem tax	\$ 501,324	\$ 534,292	\$ 526,085	\$ 8,207
Delinquent tax	4,727	2,151	3,871	(1,720)
Motor vehicle tax	36,922	41,075	37,744	3,331
Commercial vehicle tax	2,216	880	2,177	(1,297)
Recreational vehicle tax	948	805	902	(97)
State aid:				
Supplemental state aid	157,258	68,619	68,619	-
Other	36	65	-	65
Total receipts	<u>703,431</u>	<u>647,887</u>	<u>\$ 639,398</u>	<u>\$ 8,489</u>
Expenditures:				
Instruction	136,117	140,954	\$ 126,750	\$ (14,204)
Student support services	3,096	2,140	950	(1,190)
Instructional support staff	17,037	13,818	12,650	(1,168)
General administration	20,832	21,522	-	(21,522)
School administration	1,967	1,234	6,350	5,116
Central services	10,121	10,430	35,250	24,820
Operations and maintenance	179,455	184,263	192,050	7,787
Student transportation services:				
Vehicle operating services	42,265	52,607	48,800	(3,807)
Vehicle and maintenance services	7,130	11,085	10,250	(835)
Operating transfers	256,040	263,447	268,450	5,003
Total expenditures	<u>674,060</u>	<u>701,500</u>	<u>\$ 701,500</u>	<u>\$ -</u>
Receipts over (under) expenditures	29,371	(53,613)		
Unencumbered cash, beginning of year	<u>40,437</u>	<u>69,808</u>		
Unencumbered cash, end of year	<u>\$ 69,808</u>	<u>\$ 16,195</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

AT-RISK (4 YEAR OLD) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Tuition	\$ 14,591	\$ 4,508	\$ 12,000	\$ (7,492)
Transfer from general	10,000	15,000	15,000	-
Transfer from supplemental general	2,000	475	2,000	(1,525)
Total receipts	26,591	19,983	<u>\$ 29,000</u>	<u>\$ (9,017)</u>
Expenditures:				
Instruction	26,591	19,982	<u>\$ 29,000</u>	<u>\$ 9,018</u>
Receipts over (under) expenditures	-	1		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ 1</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

AT-RISK (K-12) FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfer from general	\$ 62,275	\$ 51,842	\$ 105,292	\$ (53,450)
Transfer from supplemental general	173,452	173,452	173,452	-
Total receipts	<u>235,727</u>	<u>225,294</u>	<u>\$ 278,744</u>	<u>\$ (53,450)</u>
Expenditures:				
Instruction	214,481	203,204	\$ 256,656	\$ 53,452
Student support services	11,333	11,690	11,680	(10)
Instructional support staff	9,913	10,400	10,408	8
Total expenditures	<u>235,727</u>	<u>225,294</u>	<u>\$ 278,744</u>	<u>\$ 53,450</u>
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

BILINGUAL EDUCATION FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Transfer from general	\$ 12,400	\$ 9,278	\$ 23,400	\$ (14,122)
Transfer from supplemental general	7,161	-	1,198	(1,198)
Total receipts	<u>19,561</u>	<u>9,278</u>	<u>\$ 24,598</u>	<u>\$ (15,320)</u>
Expenditures:				
Instruction	15,389	765	\$ 17,000	\$ 16,235
Student support services	-	-	7,598	7,598
Instructional support staff	4,330	8,514	-	(8,514)
Total expenditures	<u>19,719</u>	<u>9,279</u>	<u>\$ 24,598</u>	<u>\$ 15,319</u>
Receipts over (under) expenditures	(158)	(1)		
Unencumbered cash, beginning of year	<u>159</u>	<u>1</u>		
Unencumbered cash, end of year	<u>\$ 1</u>	<u>\$ -</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

VIRTUAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018

	<u>Actual</u>	<u>Budget</u>	<u>Variance favorable (unfavorable)</u>
Receipts:			
Fees	\$ 147,000	\$ -	\$ 147,000
Other	<u>50,000</u>	<u>200,000</u>	<u>(150,000)</u>
Total receipts	<u>197,000</u>	<u>\$ 200,000</u>	<u>\$ (3,000)</u>
Expenditures:			
Instruction	84,656	\$ 126,619	\$ 41,963
Student support services	-	54,480	54,480
Instructional support staff	56,219	-	(56,219)
General administration	18,916	-	(18,916)
Central services	<u>-</u>	<u>18,901</u>	<u>18,901</u>
Total expenditures	<u>159,791</u>	<u>\$ 200,000</u>	<u>\$ 40,209</u>
Receipts over (under) expenditures	37,209		
Unencumbered cash, beginning of year	<u>-</u>		
Unencumbered cash, end of year	<u>\$ 37,209</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem tax	\$ 168,084	\$ 180,271	\$ 177,594	\$ 2,677
Delinquent tax	1,067	711	1,305	(594)
Motor vehicle tax	9,149	10,620	10,048	572
Recreational vehicle tax	236	203	240	(37)
Commercial vehicle tax	521	271	579	(308)
State aid	10,441	-	-	-
Other	38,959	72,138	21,000	51,138
Transfer from general	20,931	166,182	84,599	81,583
Total receipts	<u>249,388</u>	<u>430,396</u>	<u>\$ 295,365</u>	<u>\$ 135,031</u>
Expenditures:				
Instruction	36,885	46,196	\$ 46,800	\$ 604
Student support services	-	-	150,000	150,000
Instructional support staff	1,906	-	2,000	2,000
General administration	458	-	500	500
School administration	458	-	500	500
Operations and maintenance	139,556	147,429	105,349	(42,080)
Student transportation services:				
Vehicle operating services	77,745	25,020	98,250	73,230
Vehicle and maintenance services	22,430	47,135	44,711	(2,424)
Facility acquisition and construction	330	2,391	500	(1,891)
Total expenditures	<u>279,768</u>	<u>268,171</u>	<u>\$ 448,610</u>	<u>\$ 180,439</u>
Receipts over (under) expenditures	(30,380)	162,225		
Unencumbered cash, beginning of year	<u>401,082</u>	<u>370,702</u>		
Unencumbered cash, end of year	<u>\$ 370,702</u>	<u>\$ 532,927</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

DRIVER TRAINING FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ 1,920	\$ 2,176	\$ 2,940	\$ (764)
Interest	667	-	-	-
Other	1,490	2,250	1,490	760
Transfer from supplemental general	2,500	-	3,500	(3,500)
Total receipts	6,577	4,426	<u>\$ 7,930</u>	<u>\$ (3,504)</u>
Expenditures:				
Instruction	5,298	3,712	<u>\$ 10,380</u>	<u>\$ 6,668</u>
Receipts over (under) expenditures	1,279	714		
Unencumbered cash, beginning of year	1,838	3,117		
Unencumbered cash, end of year	<u>\$ 3,117</u>	<u>\$ 3,831</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

FOOD SERVICE FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Charges for services	\$ 55,506	\$ 59,316	\$ 62,381	\$ (3,065)
Interest	-	1,037	-	1,037
Federal aid	47,854	52,338	63,882	(11,544)
State aid	1,220	1,299	1,440	(141)
Other	-	-	2,000	(2,000)
Transfer from general	35,354	6,500	6,500	-
Transfer from supplemental general	20,000	50,006	41,300	8,706
Total receipts	159,934	170,496	\$ 177,503	\$ (7,007)
Expenditures:				
Operations and maintenance	-	-	\$ 31,512	\$ 31,512
Food service operations	159,640	164,173	168,667	4,494
Total expenditures	159,640	164,173	\$ 200,179	\$ 36,006
Receipts over (under) expenditures	294	6,323		
Unencumbered cash, beginning of year	19,732	20,026		
Unencumbered cash, end of year	\$ 20,026	\$ 26,349		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

SPECIAL EDUCATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Federal aid	\$ -	\$ 1,217	\$ 3,000	\$ (1,783)
Other	3,058	1,686	-	1,686
Transfer from general	204,416	196,888	204,500	(7,612)
Transfer from supplemental general	50,927	39,514	47,000	(7,486)
Total receipts	<u>258,401</u>	<u>239,305</u>	<u>\$ 254,500</u>	<u>\$ (15,195)</u>
Expenditures:				
Instruction	247,361	251,908	\$ 280,583	\$ 28,675
Instructional support staff	3	-	-	-
Student transportation services:				
Supervision	-	-	25,235	25,235
Total expenditures	<u>247,364</u>	<u>251,908</u>	<u>\$ 305,818</u>	<u>\$ 53,910</u>
Receipts over (under) expenditures	11,037	(12,603)		
Unencumbered cash, beginning of year	<u>40,281</u>	<u>51,318</u>		
Unencumbered cash, end of year	<u>\$ 51,318</u>	<u>\$ 38,715</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

KPERS SPECIAL RETIREMENT CONTRIBUTIONS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
State aid	\$ -	\$ 190,943	\$ 206,711	\$ (15,768)
Transfer from general	135,105	-	-	-
Total receipts	135,105	190,943	\$ 206,711	\$ (15,768)
Expenditures:				
Instruction	83,765	112,504	\$ 116,866	\$ 4,362
Student support services	5,404	6,742	12,115	5,373
Instructional support staff	13,510	25,350	18,484	(6,866)
General administration	4,053	6,589	-	(6,589)
School administration	9,457	14,258	26,032	11,774
Operations and maintenance	12,159	12,993	14,228	1,235
Student transportation services	2,704	6,508	12,111	5,603
Food service	4,053	5,999	6,875	876
Total expenditures	135,105	190,943	\$ 206,711	\$ 15,768
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ -		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

RECREATION COMMISSION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem tax	\$ 52,763	\$ 56,332	\$ 55,473	\$ 859
Delinquent tax	479	227	408	(181)
Motor vehicle tax	3,815	4,083	3,776	307
Recreational vehicle tax	98	80	90	(10)
Commercial vehicle tax	217	91	218	(127)
Windfarm donations	1,563	1,635	2,416	(781)
Total receipts	58,935	62,448	<u>\$ 62,381</u>	<u>\$ 67</u>
Expenditures:				
Community service operations	75,000	50,100	<u>\$ 50,100</u>	<u>\$ -</u>
Receipts over (under) expenditures	(16,065)	12,348		
Unencumbered cash, beginning of year	17,060	995		
Unencumbered cash, end of year	<u>\$ 995</u>	<u>\$ 13,343</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

RECREATION COMMISSION SPECIAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended June 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem tax	\$ 7,832	\$ 8,363	\$ 8,234	\$ 129
Delinquent tax	69	33	61	(28)
Motor vehicle tax	513	606	561	45
Recreational vehicle tax	13	12	13	(1)
Commercial vehicle tax	32	13	33	(20)
Total receipts	8,459	9,027	<u>\$ 8,902</u>	<u>\$ 125</u>
Expenditures:				
Community service operations	10,000	7,557	<u>\$ 7,557</u>	<u>\$ -</u>
Receipts over (under) expenditures	(1,541)	1,470		
Unencumbered cash, beginning of year	<u>2,256</u>	<u>715</u>		
Unencumbered cash, end of year	<u>\$ 715</u>	<u>\$ 2,185</u>		

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended June 30, 2018

	Title II improving teacher quality	Ingalls Alumni Foundation	Gifts and grants	Contingency reserve
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Receipts:				
Rental fees and books	\$ -	\$ -	\$ -	\$ -
Federal aid	4,058	-	-	-
Contributions and donations	-	12,058	90	-
Windfarm donations	-	-	29,450	-
Other	-	-	19,835	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total receipts	4,058	12,058	49,375	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Expenditures:				
Instruction	4,058	-	23,120	-
Student support services	-	-	314	-
Instructional support staff	-	-	2,512	-
General administration	-	-	604	-
School administration	-	-	684	-
Operations and maintenance	-	-	936	-
Vehicle operating services	-	-	525	-
Food service operations	-	-	826	-
Community services	-	10,640	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	4,058	10,640	29,521	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Receipts over (under) expenditures	-	1,418	19,854	-
Unencumbered cash, beginning of year	-	47,391	18,823	128,067
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Unencumbered cash, end of year	\$ -	\$ 48,809	\$ 38,677	\$ 128,067
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

See Independent Auditor's Report.

<u>Student material revolving</u>	<u>Title I</u>	<u>Title IVA Student Support</u>	<u>Federal REAP grant</u>	<u>Total</u>
\$ 16,191	\$ -	\$ -	\$ -	\$ 16,191
-	25,594	760	26,660	57,072
-	-	-	-	12,148
-	-	-	-	29,450
-	-	-	-	19,835
<u>16,191</u>	<u>25,594</u>	<u>760</u>	<u>26,660</u>	<u>134,696</u>
11,603	12,603	760	26,660	78,804
-	-	-	-	314
-	12,991	-	-	15,503
-	-	-	-	604
-	-	-	-	684
-	-	-	-	936
-	-	-	-	525
-	-	-	-	826
-	-	-	-	10,640
<u>11,603</u>	<u>25,594</u>	<u>760</u>	<u>26,660</u>	<u>108,836</u>
4,588	-	-	-	25,860
5,135	-	-	-	199,416
<u>\$ 9,723</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,276</u>

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

DISTRICT ACTIVITY FUNDS

SCHEDULE OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended June 30, 2018

<u>Funds</u>	Beginning unencumbered cash balance	Receipts	Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
Gate receipts:						
Activities	\$ 5,613	\$ 8,722	\$ 10,869	\$ 3,466	\$ -	\$ 3,466
Officials and referees	3	10,000	9,355	648	-	648
Clearing	-	1,725	1,725	-	-	-
Total gate receipts	<u>5,616</u>	<u>20,447</u>	<u>21,949</u>	<u>4,114</u>	<u>-</u>	<u>4,114</u>
School projects:						
Student supplies	-	2,679	2,679	-	-	-
Library	1,757	2,948	3,044	1,661	-	1,661
Drug monies	9	-	-	9	-	9
TEAM	856	16,925	15,216	2,565	-	2,565
Yearbook	22,637	12,963	15,958	19,642	-	19,642
Total school projects	<u>25,259</u>	<u>35,515</u>	<u>36,897</u>	<u>23,877</u>	<u>-</u>	<u>23,877</u>
Total district activity	<u>\$ 30,875</u>	<u>\$ 55,962</u>	<u>\$ 58,846</u>	<u>\$ 27,991</u>	<u>\$ -</u>	<u>\$ 27,991</u>

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended June 30, 2018

<u>Funds</u>	Beginning cash balance (deficit)	Receipts	Disbursements	Ending cash balance (deficit)
Student activity funds:				
Music	\$ 232	\$ 667	\$ 432	\$ 467
Cheerleaders	(239)	6,426	6,337	(150)
KAY	78	3,013	3,076	15
I-Club	5,084	4,213	6,554	2,743
Men's athletics	156	5,589	5,778	(33)
STUCO	(115)	6,010	6,019	(124)
Pass. Set. Cure	299	4,624	4,690	233
Middle School STUCO	38	440	429	49
JH cheerleaders	84	1,597	1,175	506
Junior high	108	1,966	1,516	558
Class of '17	818	-	-	818
Class of '18	1,579	323	1,680	222
Class of '19	2,363	22,966	23,561	1,768
Class of '20	-	1,432	53	1,379
Class of '21	225	-	-	225
Total student activity funds	10,710	59,266	61,300	8,676
Clearing funds:				
Sales tax	-	5,117	5,117	-
Payroll clearing	1,669	21,065	19,030	3,704
Total clearing funds	1,669	26,182	24,147	3,704
Total agency funds	\$ 12,379	\$ 85,448	\$ 85,447	\$ 12,380

See Independent Auditor's Report.

**UNIFIED SCHOOL DISTRICT NO. 477
INGALLS, KANSAS**

**INGALLS RECREATION COMMISSION
(A RELATED MUNICIPAL ENTITY)**

GENERAL FUND

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS**

For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	2016	2017		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Appropriation from Unified School District No. 477:				
Recreation commission	\$ 58,646	\$ 62,551	\$ 75,000	\$ (12,449)
Recreation commission special	8,357	8,996	10,000	(1,004)
Pool admissions	200	175	50	125
Interest	105	190	15	175
Baseball fees	475	975	650	325
Miscellaneous	1,126	1,029	1,500	(471)
Total receipts	68,909	73,916	\$ 87,215	\$ (13,299)
Expenditures:				
Ball field maintenance/improvements	16,750	11,213	\$ 12,000	\$ 787
Pool maintenance/improvements	7,159	4,814	15,000	10,186
Payroll and taxes	26,276	26,308	30,000	3,692
Utilities	2,160	3,209	2,500	(709)
Capital outlay	-	39,781	50,000	10,219
Miscellaneous	3,437	4,341	6,500	2,159
Total expenditures	55,782	89,666	\$ 116,000	\$ 26,334
Receipts over (under) expenditures	13,127	(15,750)		
Unencumbered cash, beginning of year	94,748	107,875		
Unencumbered cash, end of year	\$ 107,875	\$ 92,125		

See Independent Auditor's Report.